

ICC Docket No. 05-0159

**Commonwealth Edison Company's Response to the
Attorney General's (AG) Data Requests 2.01 Through 2.50
Dated: May 10, 2005**

REQUEST NO. AG 2.11:

Has the Company considered whether 5 year supply contract prices are likely to be biased high at a time when fuel prices and forward markets are at historically high levels?

RESPONSE:

It is unclear what is meant by "biased high" in the question above. However, to the extent that "biased high" refers to something inherent in the auction process itself, ComEd believes that these contracts will not be "biased high," no matter where fuel prices and forwards markets may be at any given time. This is true because the contracts will be procured through a competitive market process (i.e., the auction) that will provide the lowest expected market price for the product that is procured through the auction process given the market at that point in time. Suppliers have shown a strong interest in 5-year terms and ComEd believes that these products will be very competitive. Customers have also stated a desire for 5-year terms in the portfolio as a means to increase price stability.